GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Industries and Commerce Department–Extension of certain incentives under Industrial Development Policy 2015-2020 to M/s Rushil Décor Ltd to set up a manufacturing unit of medium density fiber (MDF) at Atchutapuram in Visakhapatnam District **-** Orders-Issued.

INDUSTRIES &COMMERCE(POLICY&INVESTMENT) DEPARTMENT

G.O.MS.No. 42 Dated: 13-03-2017
Read the following:-

1. Proposal from Vice President, M/s Rushil Décor Ltd., dt. 15.11.2016.
2. Empowered Committee Meeting on 25.01.2017
3. State Investment Promotion Board Meeting on 25.01.2017.

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ORDER:-

In the letter first read above, M/s Rushil Décor Ltd which is a part of Rushil Group of companies informed that it intends to setup a manufacturing unit of medium density fiber (MDF) with a capacity of 600 cubic meters per day in Atchutapuram in Visakhapatnam District. The plant is proposed to be setup in two phases with an investment of Rs 559 cr. It is expected that the project will provide direct employment to 630 people and indirect employment to 5,000 farmers through agro/ farm forestry. The Company has requested for the following benefits:

i. 100% exemption/reimbursement of stamp duty for purchase of land.
ii. All other benefits applicable as per the Industrial Policy2015-20
iii. Fast Clearances to accelerate the execution of the proposal
iv. 100% VAT/CST/GST up to realization of 75% of Capital Investment for 15 years
v. Power reimbursement of Rs.1.50 per unit for 10 years from date of commercial production and electrical duty exemption
vi. External Infrastructure Support:
    a. 13 MW power supply at doorstep/ factory
    b. Water supply at doorstep
    c. Access to approach roads
vii. Subsidy in Electricity and Water charges
viii. Reimbursement of 75% of cost incurred towards capital expenditure for green measures
ix. Capital subsidy on capital investment
x. Additional Depreciation Benefit
xi. The company has requested for any other Central Government benefits that may be sanctioned in the future.
xii. The company has requested for sanction of any other state Government benefits that may be applicable.
xiii. Possible tax benefits to make the business competitive

2. In the reference second read above, the Empowered Committee of Secretaries (EC) has examined the proposal of M/s Rushil Decor Limited, in detail and decided to extend the following incentives to M/s Rushil Decor Limited on the lines of the incentives extended to Greenply Industries Ltd.

i. Reimbursement of 100 % VAT/CST/SGST for a period of (7) years from the date of commencement of commercial production or upto realization of 100% fixed capital investment, whichever is earlier.

ii. Reimbursement of power cost @Rs.1.00 per unit for a period of 7 years from the date of commencement of commercial production, as the project is located in backward district.
iii. 75% of external infrastructure cost, including approach roads, power supply and pipeline for water supply
iv. Reimbursement of 50% cost incurred towards capital expenditure, with components for green measures as defined in Industrial Development Policy 2015-20., with a ceiling of Rs.50 crores.
v. Reimbursement of one time land conversion cost from Agriculture to Industrial use.
vi. Water at concessional rate of Rs. 15/- per KL for 5 years.
vii. All other benefits as per Industrial Development Policy (IDP) 2015-20.

3. In the reference third read above, the State Investment Promotion Board(SIPB) has examined the proposal of M/s Rushil Decor Limited, in detail and decided to extend the following incentives :

(1) Reimbursement of 100 % VAT/CST/SGST for a period of (7) years from the date of commencement of commercial production or upto realization of 100% fixed capital investment, whichever is earlier.
(2) Reimbursement of power cost @Rs.1.00 per unit for a period of 7 years from the date of commencement of commercial production, as the project is located in backward district.
(3) 75% of external infrastructure cost, including approach roads, power supply and pipeline for water supply
(4) Reimbursement of 50% cost incurred towards capital expenditure, with components for green measures as defined in Industrial Development Policy 2015-20., with a ceiling of Rs.50 crores.
(5) Reimbursement of one time land conversion cost from Agriculture to Industrial use.
(6) Water at concessional rate of Rs. 15/- per KL for 5 years.
(7) All other benefits as per Industrial Development Policy (IDP) 2015-20.

4. Government after careful consideration of the recommendations of the State Investment Promotion Board hereby extend the following incentives to M/s Rushil Décor Ltd for their proposed manufacturing unit of medium density fiber (MDF) with an investment of Rs 559 crore in two phases in Atchutapuram in Visakhapatnam District with a potential to create direct employment to 630 people and indirect employment to 5,000 farmers through agro/ farm forestry

(1) Reimbursement of 100 % VAT/CST/SGST for a period of (7) years from the date of commencement of commercial production or upto realization of 100% fixed capital investment, whichever is earlier.
(2) Reimbursement of power cost @Rs.1.00 per unit for a period of 7 years from the date of commencement of commercial production, as the project is located in backward district.
(3) 75% of external infrastructure cost, including approach roads, power supply and pipeline for water supply
(4) Reimbursement of 50% cost incurred towards capital expenditure, with components for green measures as defined in Industrial Development Policy 2015-20., with a ceiling of Rs.50 crores.
(5) Reimbursement of one time land conversion cost from Agriculture to Industrial use.
(6) Water at concessional rate of Rs. 15/- per KL for 5 years.
(7) All other benefits as per Industrial Development Policy (IDP) 2015-20.

5. The Director of Industries, Andhra Pradesh shall take necessary action, accordingly and intimate the status of the progress of work done by the unit from time to time to the Government.

(BY ORDER AND IN THE NAME OF THE GOVERNER OF ANDHRAPRADESH)

SOLOMON AROKIARAJ
SECRETARY TO GOVERNMENT &
COMMISSIONER FOR INDUSTRIAL PROMOTION

To
The Director of Industries, Andhra Pradesh, Vijayawada
M/s Rushil Décor Ltd through the Director of Industries, Andhra Pradesh.
The PR& RD (PR) Department.
The MA& UD Department.
The H.M.& F.W. Department.
The Collector& District Magistrate, Vishakapatnam
The VC&MD,APIIC Ltd.
The General Manager, District Industries Centre, Vishakapatnam

The Zonal Manager, APIIC, Vishakapatnam.
Copy to
The Finance (EBS-VIII)Department.
The Revenue (CT) Department.
The Revenue (Registration) Department.
The Law(H) Department.
The Accountant General, Andhra Pradesh
The Commissioner of Commercial Taxes
The Vice Chairman & Managing Director, APIIC.
P.S. to Secretary to Chief Minister
P.S. to Chief Secretary to Government
P.S. to Secretary to Government& CIP ,Industries & Commerce Dept.
SC/SF.

//FORWARDED::BY ORDER//

SECTION OFFICER